



**RE: CITY OF AUSTIN
RECOMMENDATION FOR BOARD ACTION**

**AGENDA ITEM NO: 2
AGENDA DATE: 8/30/07
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SUBJECT: Approve the Amendment of the Articles of Incorporation of Arbors at Creekside Non-Profit Corporation for the purpose of decreasing the number of Directors on the Board of Directors from five to three directors, each serving concurrent four year terms.

AMOUNT & SOURCE OF FUNDING: N/A

FISCAL NOTE: There is no unanticipated fiscal impact. A fiscal note is not required;

REQUESTING DEPARTMENT: Austin Housing Finance Corporation **DIRECTOR'S AUTHORIZATION:**

FOR MORE INFORMATION CONTACT: Cathie Childs, Law Department

PRIOR BOARD ACTION: N/A

PRIOR COUNCIL ACTION: N/A

Background.

Arbors at Creekside Non-Profit Corporation was created by AHFC to carry out the functions of General Partner in the Arbors Housing Partners, Ltd., a partnership that owns the Primrose of Shadow Creek. The Primrose of Shadow Creek is an independent living facility for seniors over 55 with incomes below 60% of the median family income, and is located at 1026 Clayton Lane. The project was financed with AHFC issued bonds and 4% Low Income Housing Tax Credits and is comprised of 160 one and two bedroom units. Rents range between \$550 and \$652 per month.

Austin Inner City Redevelopment Corporation was created by AHFC to carry out the functions of General Partner in the Austin Inner City Redevelopment, Phase 1, Ltd., a partnership that owns the Heritage Heights at Blackshear rental project (SCIP I). Heritage Heights is comprised of 26 three-bedroom two-bath homes and was financed with the assistance of Low Income Housing Tax Credits.

Villas on Sixth Non-Profit Corporation was created by AHFC to carry out the functions of General Partner in the Villas on Sixth Housing Associates Limited Partnership, a partnership that owns the Villas on Sixth Apartment complex. The 160 units at the Villas on Sixth Apartment Complex are reserved for families with household earnings of 40% or 50% or less of the median family income.

In accordance with these entities' Articles of Incorporation, AHFC may, at its sole discretion, and at any time, alter or change the structure, organization, programs or activities of these three corporate entities by adopting amendments to the Articles of Incorporation or bylaws.

By this action, the AHEC board amends the Articles of Incorporation for these non-profit corporate entities by changing the number of directors to four to make all AHEC related non-profit corporations have a similar structure and increasing the terms of directors to 4 years.